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Water Pollution Control State Revolving Fund Intended Use Plan and Project Priority List

State Fiscal Year 2008

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**MONTANA
WATER POLLUTION CONTROL STATE REVOLVING FUND
SFY 2008 INTENDED USE PLAN**

I. INTRODUCTION

The State of Montana proposes to adopt the following Intended Use Plan (IUP) for state fiscal year 2008 as required under Section 606 of the Clean Water Act.

The primary purpose of the IUP is to identify the proposed annual intended use of the federal and state funds available to the Montana Water Pollution Control State Revolving Fund (WPCSRF). Federal dollars appropriated in one year are available for use in the next year (i.e. the FFY 2007 appropriation is available in FFY 2008). The State match will be raised through the sale of general obligation bonds as the need for funds arises. The draft IUP will be reviewed by the public and the final version will reflect the results of this review.

The IUP includes the following:

- I. Introduction
- II. List of Projects
- III. Order of Funding
- IV. Uses of the Revolving Fund
- V. Goals and Objectives
- VI. Activities to be Supported
- VII. Assurances and Specific Proposals
- VIII. Criteria and Method for Distribution of Funds
- IX. Subsidies to Disadvantaged Communities
- X. Public Comment, Amending IUP, State Commitment of Funds

II. LIST OF PROJECTS

The WPCSRF program is intended to provide low interest loans for the planning, design and construction of water pollution control projects. A complete list of any and all eligible projects that are considered possible candidates for assistance from the WPCSRF program at this time can be found in **Attachment 1**, the Project Priority List (PPL).

Those projects with proposed binding commitment dates occurring within the next two upcoming state fiscal years are considered active and viable projects. A binding commitment will be in the form of a written agreement between the State of Montana and a borrower describing the project and indicating the amount of the loan and the time at which the funds will be made available. The binding commitment obligates the State to make the loan and the borrower to receive the proceeds and repay, as per specified terms.

III. ORDER OF FUNDING

WPCSRF funds will be administered on a first-come, first-served basis. As demand for the money increases, the following factors will be considered when the project is ranked by the State:

1. Need for and benefit to be derived by the project as determined by the annual project priority list. In FFY 1999 Montana developed and implemented a new watershed approach project priority list ranking system. In SFY 2002, Montana made a few minor modifications to the ranking system. Minor changes were made to the activity-specific category, and the available points in the readiness category were doubled. This will allow projects that are ready for construction to move higher on the list.

The ranking criteria were modified in SFY2006. Due to the fact that Montana does not currently have a system for prioritizing watersheds for the implementation of TMDLs, the WPCSRF ranking system no longer includes an option for awarding points based on TMDL (watershed) priority. The criteria and number of points assigned to a proposed project for its effectiveness in improving water quality has been changed to simplify the ranking process and to provide a level of consistency. Beneficial uses, for which water quality standards and TMDLs are based, are still considered in the ranking process. Additional criteria were added to the 'Activity-Specific' section pertaining to non-point source projects in an effort to better break down the individual water quality benefits associated with the proposed project. In an effort to direct more SRF funds toward projects that effectively improve water quality, 25 additional priority points will be added to projects designed to meet watershed TMDLs. Also, points assigned toward refinancing existing long-term debt will be limited to 10 total points per project in an effort to direct more funds toward active projects that provide direct benefit to water quality.

2. Ability of the municipality or private concern to finance the project, with and without loan assistance (See Section IX).
3. Amount of financial assistance available from the revolving fund and the cumulative amount of funds requested by other applicants.

IV. USES OF THE WATER POLLUTION CONTROL STATE REVOLVING FUND

The WPCSRF may be used to:

1. Provide low interest loans to municipalities for cost-effective wastewater treatment systems, new interceptors, collectors, and appurtenances, infiltration/inflow correction, sewer system rehabilitation, correction of combined sewer overflows, and construction of new storm sewers and detention basins. The low interest loans can be made for up to 100 percent of the total project cost. As of the beginning of FY08, approximately \$229.7 million in loans have been made to communities in Montana. Each of these loans has had a total loan interest rate of 4% or less. Program interest rates will be evaluated and set annually;
2. Refinance qualifying debt obligations for water pollution control facilities if the debt was incurred and construction initiated after March 7, 1985. As of the beginning of FY08 approximately \$9.3 million of debt has been refinanced through this program;
3. Guarantee or purchase insurance for local debt obligations. As of the beginning of FY08, no loans have been made for this purpose;
4. Provide a source of revenue or security for general obligation bonds, the proceeds of which are deposited in the revolving fund. There is a 1% loan loss reserve surcharge included as part of the 3.75% interest rate for loans not qualifying for a hardship. The use of the surcharge is to pay principal and interest on state G.O. Bonds if the Debt Service Account is insufficient to make payments. This is to secure \$24.7 million in State General Obligation Bonds. The excess over the required reserve has periodically been transferred to the principal account to make loans. In FY08 it is anticipated that approximately \$1 million in excess loan loss reserve funds will be transferred to the principal account.
5. Provide loan guarantees for similar revolving funds established by municipalities. As of the beginning of FY08, no loans have been made for this purpose;
6. Finance non-point source pollution control (Section 319) implementation projects or programs. As of the beginning of FY08, approximately \$34 million has been loaned out for these types of projects;

7. Earn interest on program fund accounts. At the beginning of FY08, cash flow analysis demonstrates this program will continue to be a strong source of loan funds after the federal grants are terminated. Interest income to date has been used to pay off program G.O. Bond debt. The cumulative interest earned in the program on investments is \$7.2 million as of 5/20/07.
8. Pay reasonable administrative costs of the WPCSRF program not to exceed four (4) percent (or the maximum amount allowed under the federal act) of all federal grants awarded to the fund. In addition to using WPCSRF funds for administration, each loan has a 0.75% administrative surcharge included in the 3.75% interest rate. The reserve generated from this loan surcharge will be used for WPCSRF administration costs not covered by the EPA grants after capitalization grants cease and pay for administration of projects that use recycled funds. As of the beginning of FY08, there was approximately \$3.2 million available for this purpose. Capitalization grants are approved by Congress every year and EPA is currently projecting WPCSRF funding through FFY11. If needed, these administrative funds could be transferred to the principal account and used to make loans. In SFY08, it is anticipated that approximately \$1,000,000 in administrative surcharge funds will be transferred to the principal account.

A determination of which projects are selected from the PPL, the amount of assistance, and financing terms and conditions, will be made by the Montana Department of Environmental Quality (DEQ) and the Montana Department of Natural Resources and Conservation (DNRC).

Due to recent significant population growth in Montana and the expansion of water and sewer services to accommodate that growth, both the WPCSRF and Drinking Water SRF programs will be modifying and implementing growth policies in FY08 which address the eligibility of certain types of projects to receive SRF funding.

At the Governor's discretion, the state may transfer up to 33 percent of its Drinking Water SRF capitalization grant to the WPCSRF or an equal amount from the WPCSRF to the Drinking Water SRF. Transfers could not occur until at least one year after receipt of the first DWSRF capitalization grant, which was June 30, 1999. This transfer authority was effective thru fiscal year 2001. One-year extensions of this transfer authority were granted through the Appropriation Bill for fiscal years 2002 - 2007. Another one-year extension is expected with the FY08 appropriation bill. In addition to transferring grant funds, States can also transfer state match, investment earnings, or principal and interest repayments between SRF programs.

Table 1 itemizes the amount of funds that have been transferred to and from the WPCSRF program.

Table 1 - Amounts Available to Transfer between State Revolving Fund Programs

Year	Transaction Description	Banked Transfer Ceiling	Transferred from CWSRF to DWSRF	Transferred from DWSRF to CWSRF	DWSRF Funds Available for Transfer	CWSRF Funds Available for Transfer
1997	DW Grant Award	\$4,892,646	---	---	\$4,892,646	\$4,892,646
1998	DW Grant Award	7,242,675	---	---	7,242,675	7,242,675
1999	DW Grant Award	9,705,729	---	---	9,705,729	9,705,729
2000	DW Grant Award	12,265,539	---	---	12,265,539	12,265,539
2000	Transfer (2 nd Rnd \$)	12,265,539	4,750,328	-0-	17,015,867	7,515,211
2001	DW Grant Award	14,835,942	---	---	19,586,270	10,085,614
2001	Transfer (2 nd Rnd \$)	14,835,942	4,032,158	-0-	23,618,428	6,053,456
2002	DW Grant Award	17,493,267	---	---	26,275,753	8,710,781
2004	DW Grant Award	20,134,620	---	---	28,917,106	11,692,088
2004	Transfer (2 nd Rnd \$)	20,134,620	-0-	2,559,810	26,357,296	14,251,898
2005	Transfer (2 nd Rnd \$)	20,134,620	-0-	<u>2,570,403</u>	<u>23,786,893</u>	<u>16,822,301</u>
<u>2005</u>	<u>Transfer (2nd Rnd \$)</u>	<u>20,134,620</u>	<u>-0-</u>	<u>1,000,000</u>	<u>22,786,893</u>	<u>17,822,301</u>
2005	DW Grant Awards	25,608,858	---	---	<u>22,786,893</u>	<u>17,822,301</u>
2006	Transfer (1 st Rnd \$)		-0-	5,000,000	<u>16,129,638</u>	<u>24,479,826</u>
2006	DW Grant Award	28,324,527	-	-	<u>18,845,307</u>	<u>27,195,495</u>
2007	DW Grant Award	31,040,196	-	-	<u>21,560,976</u>	<u>27,911,164</u>

There are not expected to be transfers between the DWSRF and the WPCSRF this fiscal year.

V. GOALS AND OBJECTIVES

Long-Term Goal and Objectives

The long-term goal of the WPCSRF is to maintain, restore and enhance the chemical, physical and biological integrity of the State's waters for the benefit of the overall environment and the protection of public health.

Objectives:

1. Provide affordable financial assistance for eligible applicants concurrent with the objective of maintaining a long-term, self-sustaining State revolving fund program; and
2. Fulfill the requirements of pertinent federal, state and local laws and regulations governing water pollution control activities, while providing the state and local project sponsors with maximum flexibility and decision-making authority regarding such activities.

Short-Term Goal and Objectives

The short-term goals of the WPCSRF are to continue to preserve and improve the quality of the State's waters (surface and groundwater), to meet the wastewater treatment needs of the state, and to eliminate any public health hazards related to the discharge of inadequately treated wastewater. As an estimated measure of the environmental benefits attained through funding of water pollution control projects, the WPCSRF program will continue to complete an environmental benefits spreadsheet for each project during SFY08.

Objectives:

1. Maintain and promote the WPCSRF program, which provides low interest financing (up to 100 percent loans) for water pollution control projects; provide approximately ten loans;
2. Ensure the technical integrity of WPCSRF projects through the review of planning, design plans and specifications, construction activities and development of a sound operation and maintenance program;
3. Ensure compliance with all pertinent federal, state and local water pollution control laws and regulations;
4. Obtain optimum turnover of the funds for the State in the shortest reasonable time; fund eligible NPS projects;
5. Simplify the administrative and regulatory requirements of the program, without sacrificing project quality, to make the financial assistance readily accessible; coordinate on a regular basis, with DNRC and financial consultants to consider ways to improve the program and optimize use of resources; and
6. Apply for all available appropriated federal funds contingent upon federal legislation.

VI. INFORMATION ON THE ACTIVITIES TO BE SUPPORTED

The primary type of assistance to be provided by the WPCSRF is expected to be loans. The State plans on reserving an amount equal to four (4) percent of the federal capitalization grant for administrative expenses. On a more limited basis, the State may provide funds for refinancing existing debt, guarantee or buy insurance for local debt obligations, or leverage bond issues.

From the WPCSRF, these types of assistance will be provided to local communities, sanitary sewer districts, counties, eligible private concerns, or other sub-governmental units recognized under Montana statutes for the construction of publicly-owned wastewater treatment facilities or non-point source water pollution control projects.

VII. ASSURANCES AND SPECIFIC PROPOSALS

The State will assure compliance with the following sections of the law in the State/EPA Operating Agreement, of which this document is a part. In addition, the State has developed specific

proposals for implementation of those assurances in the rules promulgated by the Montana Department of Environmental Quality (DEQ) and the Montana Board of Natural Resources (DNRC).

- Section 602(a) - Environmental Reviews - The State of Montana certifies that it will conduct environmental reviews of each project receiving assistance from the WPCSRF. Montana will follow EPA approved, NEPA-like procedures in conjunction with such environmental reviews.
- Section 602(b)(3) - Binding Commitments - The State of Montana certifies that it will enter into binding commitments equal to at least 120 percent of each quarterly grant payment within one year after receipt.
- Section 602(b)(4) - Timely Expenditures - The State of Montana certifies that it will expend all funds in the WPCSRF in an expeditious and timely, yet feasible, manner.
- Section 602(b)(6) - Compliance with Title II Requirements - The State of Montana certifies that the applicable Title II requirements listed under this section will be satisfied in the same manner as projects constructed under Title II of the Clean Water Act.

VIII. CRITERIA AND METHOD FOR DISTRIBUTION OF FUNDS

WPCSRF funds will be distributed using the methods and criteria for eligible activities described in the WPCSRF program rules that have been adopted by the DEQ and DNRC. As previously described, WPCSRF funds will be allocated on a first-come, first-served basis until demand for funds exceeds available supply. At that time, funds will be distributed in accordance with the procedure developed in the DEQ Administrative Rules. This procedure considers ranking on the Priority List, readiness of the project to proceed, and impacts of the project to the WPCSRF. Loan terms and interest rates will be determined in accordance with the Administrative Rules adopted by the DNRC. The WPCSRF program may choose to limit the maximum amount of any loan if the demand for loan funds exceeds the availability of funds. Interest rates must be established to generate sufficient revenues to allow the State to make the principal and interest payments on general obligation bonds sold to generate the State match. Ability to repay the loan will also be considered when establishing loan terms. The types of financial assistance provided by the WPCSRF will initially be based on the applicant's request. It is anticipated that the majority of assistance will be provided in the form of direct loans.

IX. SUBSIDIES TO DISADVANTAGED COMMUNITIES

Communities seeking a WPCSRF loan that meet the disadvantaged criterion listed below may receive an additional subsidy on their WPCSRF loans, beyond the standard below-market rate financing. This includes communities that will meet the disadvantaged criterion based on projected rates as a result of the project.

A community is considered economically disadvantaged when its combined monthly water and wastewater system rates are greater than or equal to 2.3% of the community's Median Household Income (MHI). If the community has only a wastewater system, the percentage is 0.9% of the community's MHI. These percentages are consistent with affordability requirements of other state funding agencies in Montana. The water and sewer rates used for this calculation include new and existing debt service and required coverage, new and existing operation and maintenance charges, and depreciation and replacement of equipment.

To assist these economically disadvantaged communities, the WPCSRF loan program will provide to qualifying communities a 1.0% interest rate reduction. The total amount of reduced interest rate loans that the WPCSRF will issue under any single capitalization grant will be limited to 20% of that capitalization grant beginning in FFY 1998. This measure is taken to ensure that the corpus

of the WPCSRF fund will be maintained and the program will be able to operate in perpetuity, while still providing some additional assistance to economically disadvantaged communities. The maximum loan amount is \$500,000.

X. PUBLIC COMMENT, AMENDING IUP, STATE FINANCIAL COMMITMENT

Public Review and Comment – One public hearing will be held on Friday, June 8, 2007, in Helena to discuss the SFY 2008 PPL and to allow public comment on the draft IUP. Public notice concerning the PPL and IUP will be available to the public.

Amending the IUP - A simple addition to the PPL and IUP will be allowed after notification has been provided to affected projects already on the list. If a project scheduled to receive loan assistance within the year is displaced by the addition of a new project, a formal public hearing will be held to allow comment on the modifications to the PPL and IUP.

State Financial Commitment - The 1989 Montana Legislature passed House Bill 601, entitled the Wastewater Treatment Revolving Fund Act, which was subsequently signed into law by the Governor. The Act created the new program, established administrative procedures and allowed for a sale of state general obligation bonds in an amount not to exceed ten million dollars. The 1995 Montana Legislature passed House Bill 493, which was subsequently signed into law by the Governor. Among the State Financial Commitment - The 1989 Montana Legislature passed House Bill 601 titled the Wastewater Treatment Revolving Fund Act, which was subsequently signed into law by the Governor. The Act created the new program, established administrative procedures and allowed for a sale of state general obligation bonds in an amount not to exceed ten million dollars. The 1995 Montana Legislature passed House Bill 493, which was subsequently signed into law by the Governor. Among other things, the Act allowed for the sale of state general obligation bonds in an amount not to exceed an additional five million dollars. The 1999 Montana Legislature passed House Bill 110, which gives the WPCSRF an additional fifteen million dollars in general obligation-bonding authority. The 2003 Montana legislature passed House bill 46, which gives the WPCSRF an additional ten million dollars in general obligation-bonding authority. The combined bonding authority provided by these four bills furnishes the WPCSRF with forty million dollars in state general obligation bond authority, which provides enough funds to match all federal appropriations (1989-2006) that have been awarded to the program to date, as well as excess bond authority for potential future federal appropriations. In 2005 with HB142, the Legislative session allowed the Bond authority to be up to \$40 million in outstanding bonds. The State held its first bond sale in 1991. In June of 1996 Montana held its second and third bond sales to provide State match funds for projects scheduled to proceed in FFY 1997. In March of 1998 a fourth bond sale was held to provide State match for projects scheduled to proceed in FFY 1998 and 1999. In March of 2000 a fifth bond sale was held to provide State match for projects scheduled to proceed in FFY 2000 and 2001. In June 2001 a sixth bond sale was held to provide match for projects scheduled to proceed in 2002 and 2003. In June of 2003 a sixth bond sale was held to provide match for projects projected to proceed in 2003. In April of 2004 a seventh bond sale was held to provide match for projects projected to proceed in 2004. A fifth bond sale was held in April of 2005 to provide state match for proposed projects to proceed in 2005. A sixth bond sale will be held in June, 2007, to provide match for projects projected for 2007 and 2008.

Attachment 1

MONTANA

WPCSRF Project Priority List
State Fiscal Year 2008

Rank	Project	EPAID	Project Description	Ranking Total	Amount	Commit Date
1	Kalispell WWTP07	C302211	II, IVA, IVB	365	\$10,000,000.00	Aug-06
2	Bigfork WWTP	C301202	II	355	\$1,100,000.00	May-07
3	Lewis & Clark Co Fairgrounds/Woodlawn	C302192	IVA, IVB	326	\$50,000.00	Oct-06
4	Columbia Falls Treatment	C301200	II	315	\$1,500,000.00	Dec-08
5	Lolo WWTP (Phase II) Missoula County	C301215	I, II	309	\$1,500,000.00	Jul-08
6	Bigfork N Sewer (Phase II)	C302179	IVA	300	\$2,350,000.00	Sep-05
7	Billings-Briarwood Sanitary Sewer Main Extension	C301206	IVA	290	\$4,800,000.00	Jan-08
8	Virginia City, Town of	C301162	I, IVA	290	\$724,000.00	Oct-02
9	Whitehall, Town of	C303190	I, IIIA	290	\$1,800,000.00	Sep-08
10	Dodson, Town of	C304155	I, IVB	284	\$210,000.00	Jun-05
11	Pablo Water and Sewer District	C301199	I	284	\$1,000,000.00	Mar-09
12	Scobey, City of	C304150	I, IIIB	278	\$2,000,000.00	Apr-05
13	Manhattan WWTP	C301087	I, IIIB	276	\$4,357,000.00	May-07
14	St. Ignatius WWTP	C301183	I, IIIB	274	\$500,000.00	Jul-09
15	Jordan, Town of	C304143	I, IIIB	266	\$300,000.00	Dec-07
16	Big Sky WWTP Improvement Phase II	C301184	II, IVA	262	\$13,000,000.00	Sep-02
17	Hinsdale/Valley County	C301181	I	260	\$125,000.00	Aug-04
18	Livingston (WWTP)	C303181	I, II	258	\$500,000.00	Aug-06
19	Ennis WWTP/SCS	C301185	I, IVA	256	\$1,000,000.00	Nov-03
20	Superior, Town of	C303184	I, IVA	256	\$800,000.00	May-04
21	Gallatin Co. Landfill	C307188	VIIj	252	\$2,500,000.00	Jul-07
22	Bigfork-Mayport Harbor Sewer Extension	C302205	IVA	242	\$650,000.00	Jun-07
23	Billings - WWTP Headworks Replacement & Improvements	C301205	I	242	\$5,797,000.00	Jul-05
24	Laurel E 1st St./Trunkmain	C301055	IVA	242	\$1,000,000.00	Sep-06
25	Anaconda - West Valley	C302193	IVA	240	\$500,000.00	Dec-09
26	Missoula - Broadway & Birch	C302196	IVA, IVB	240	\$1,400,000.00	Aug-05
27	Missoula, Lincolnwood II	C302199	IVA	240	\$860,000.00	Apr-06
28	Saltese Water & Sewer District	C303189	I, IVA, IVB	236	\$560,000.00	Aug-08
29	Three Forks, Town of	C301203	I, IIIA, IIIB	236	\$1,340,000.00	Dec-08
30	Butte WWTP - BNR	C301193	II	235	\$10,000,000.00	Dec-09
31	DNRC NPS Projects	C307175	VIIA, VIIE	230	\$1,800,000.00	Jun-08
32	Rudyard Water and Sewer District	C304153	IIIB	228	\$83,000.00	Jul-08
33	Bozeman WWTP	C303105	I	221	\$20,000,000.00	Jul-07
34	Conrad WWTP	C301189	I	213	\$1,200,000.00	Dec-06

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Rank	Project	EPAID	Project Description	Ranking Total	Amount	Commit Date
35	Big Sandy WWTP	C303194	I, IIA	211	\$832,338.00	Mar-09
36	Ronan WWTF Improvements	C301222	II	202	\$300,000.00	Jul-07
37	Hamilton WWTP	C301214	I, II, IIIA	201	\$3,100,000.00	Mar-07
38	Bainville WWTP Upgrades	C301221	I, IIA	198	\$153,608.00	Aug-07
39	Columbia Falls Collection	C302188	IVA	192	\$100,000.00	Jul-09
40	Fairfield	C301127	I, IIIB	192	\$532,000.00	Dec-08
41	Glasgow WWTF Upgrade	C304147	I, IIIB	192	\$1,063,000.00	Aug-07
42	Seeley Lake Sewer	C303187	I, IVA, IVB	190	\$1,800,000.00	Jul-09
43	Hebgen Basin/West Yellowstone Refuse District	C307173	VIII	187	\$4,136,000.00	Dec-01
44	Twin Bridges, Town of	C301204	IIIB	184	\$800,000.00	Dec-08
45	Valier, Town of	C302187	IIIB	183	\$600,000.00	Jul-06
46	Agricultural BMP's	C307174	VIIA, VIII	180	\$1,000,000.00	Dec-09
47	Dutton-WW System	C301224	I	180	\$500,000.00	May-09
48	Plains	C303153	I, IVA	178	\$100,000.00	Dec-08
49	Havre WWTP	C301053	I, II	176	\$2,000,000.00	Dec-09
50	Greater Woods Bay W&SD	C303191	II, IVA	174	\$1,000,000.00	Dec-09
51	Southside Townhomes Sewer Project	C302212	IVA, IVB	174	\$500,000.00	Sep-07
52	Cascade Co. - Upper and Lower River Road (Ph II)	C302171	I, IVA	170	\$1,250,000.00	Dec-08
53	Lockwood Sewer System (Phase I)	C303110	I, IVA	170	\$10,000,000.00	Sep-08
54	Fort Benton Storm Sewer	C305173	VIII, V	166	\$753,500.00	Jan-08
55	Drummond	C304154	IIIA	165	\$240,000.00	Aug-06
56	Whitefish WWTP (II)	C301217	II	161	\$1,100,000.00	Dec-08
57	Lewis & Clark County WWTP/SCS (Helena Valley)	C302030	I, IVA, IVB	160	\$500,000.00	Dec-09
58	Missoula - Rattlesnake Collectors	C302213	IVA	160	\$5,000,000.00	Jul-08
59	North Baker-Fallon Co. W&S District	C302024	IVA, IVB	160	\$910,000.00	Aug-08
60	Custer Water and Sewer District	C303188	I, IIIA	158	\$120,000.00	Mar-08
61	Malta	C301197	I	154	\$3,500,000.00	Jul-08
62	Billings Heights Collectors	C302015	IVA, IVB	142	\$2,000,000.00	Dec-08
63	Meadowlark Water and Sewer District	C302178	IVA, IVB	142	\$250,000.00	Dec-09
64	Cabinet Height Sewer - Libby	C302190	IVA, IVB	140	\$2,500,000.00	Jul-08
65	Conservation Easement - General	C307178	VIIA	136	\$2,000,000.00	Aug-09
66	Philipsburg, Town of	C302207	I,II, III, IVA	136	\$3,000,000.00	Dec-09
67	Glendive Lift Station	C302175	IVA	134	\$150,000.00	Dec-08
68	Laurel WWTP	C303195	I, IIIB	134	\$3,550,000.00	Mar-08
69	Whitefish Interceptor and I/I	C302047	IIIA, IVB	132	\$2,000,000.00	Dec-09
70	Dayton Sewer District	C303180	I, IVA, IVB	130	\$500,000.00	Dec-08
71	Opportunity	C303108	I, IVA, IVB	130	\$500,000.00	Dec-09
72	Deer Lodge Collection and Treatment	C301209	I, II, IVA	128	\$1,500,000.00	Jul-08

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Rank	Project	EPAID	Project Description	Ranking Total	Amount	Commit Date
73	Sun Prairie Village Co Water and Sewer District	C301195	I, IIIA	126	\$84,000.00	Aug-09
74	Helena NPS, City of	C307182	VIII	122	\$1,000,000.00	Dec-09
75	Shelby WW System Improvements	C301225	I, IIIA	122	\$2,473,000.00	Jun-09
76	Absarokee	C301198	I	120	\$1,000,000.00	Dec-09
77	Bridger Pines	C303183	I	120	\$20,000.00	Aug-08
78	Hardin, City of (Phase II)	C303186	IIIB	120	\$1,700,000.00	Jul-09
79	Missoula - West Reserve Interceptor	C302167	IVA	120	\$5,200,000.00	Mar-08
80	Glendive NPS Project	C307183	VIII	118	\$500,000.00	Jul-08
81	Joliet, Town of	C304151	I, IIIB	118	\$500,000.00	Jul-09
82	Lodge Grass	C301074	I	118	\$300,000.00	Dec-10
83	Stevensville WWTF Upgrade	C301106	IIA, IVA	116	\$2,600,000.00	Oct-10
84	Glendive Storm Sewer	C305170	VIII	115	\$1,000,000.00	Dec-09
85	Treasure State Acres Sewer District	C301158	I	114	\$650,000.00	Aug-09
86	Livingston Collection	C303138	IIIB	113	\$1,400,000.00	May-05
87	Sheridan	C301160	I, IIIA	112	\$500,000.00	Dec-09
88	Libby, City of	C303151	I, IVA	110	\$3,100,000.00	Aug-09
89	Circle, Town of	C301196	I, IIIB	107	\$1,200,000.00	May-08
90	Hebgen Lake Estates	C301220	I	106	\$1,283,000.00	Jun-09
91	Choteau WWTP Upgrade	C303097	I	104	\$1,500,000.00	Dec-09
92	Columbus Storm Drain	C305171	VIII	104	\$1,400,000.00	Dec-06
93	Winifred WWTP	C303193	I, IIIA	104	\$150,000.00	Jan-09
94	Polson Stormwater System Improvements	C306119	VIII	102	\$500,000.00	Dec-09
95	Fort Benton Collection	C304156	IIIA	100	\$200,000.00	Aug-08
96	Missoula - NPS - Open Space, City of	C307180	VIII	100	\$1,000,000.00	Jul-08
97	Missoula Co. - Wye	C302189	IVA, IVB	100	\$13,000,000.00	Mar-07
98	Culbertson, Town of	C301137	I, IVA	98	\$500,000.00	Dec-09
99	Helena -Harris Street Stormdrain	C307187	VIII	96	\$1,394,500.00	Dec-09
100	Ekalaka Collection	C302206	IIIB	92	\$200,000.00	Jul-08
101	Harlowton WWTP Improvements (II)	C301213	I	91	\$100,000.00	Jul-09
102	Colstrip, City of	C301216	I, IIIB	88	\$1,000,000.00	Dec-08
103	Black Eagle Water District - Collection	C302185	IIIB	87	\$200,000.00	Dec-09
104	Ennis Collection	C304157	IIIA	86	\$200,000.00	Aug-09
105	Laurel Storm Sewer	C305175	VIII	84	\$1,100,000.00	Jun-08
106	Lewis & Clark County NPS Project #1	C307176	VIII	82	\$500,000.00	Dec-09
107	Polson Collection	C302200	IIIA, IVA	79	\$1,500,000.00	Sep-09
108	Crow Agency Tribal Owner Utility	C304152	IIIB, I	78	\$3,000,000.00	Jul-09
109	Fort Smith W&S Dist Upgrades	C301218	I	78	\$250,000.00	Jul-07

Rank	Project	EPAID	Project Description	Ranking Total	Amount	Commit Date
110	Ramsay Water & Sewer District	C301207	I	78	\$200,000.00	Aug-09
111	Wibaux, Town of	C301201	I	78	\$115,000.00	Jul-09
112	Yellowtail W&SD WWTF Upgrades	C301219	I	78	\$2,500,000.00	Jul-09
113	Ennis Storm Sewer	C305174	VIID	76	\$750,000.00	Aug-08
114	Ravalli County	C302191	IVA, IVB	76	\$350,000.00	Aug-08
115	Westshore-Lake Co Water and Sewer District	C302075	IVA	70	\$1,000,000.00	Dec-09
116	Baker, City of	C302186	IVA	69	\$800,000.00	Dec-09
117	Evergreen Co Water and Sewer District	C303185	I, IVA, IVB	67	\$10,000,000.00	Dec-09
118	Forsyth, City of	C304142	IIIB	67	\$800,000.00	Jul-09
119	Billings King Ave Sanitary Sewer Extension.	C302214	IVA, IVB	65	\$1,900,000.00	Dec-07
120	Glendive Collection	C301208	IIIB	57	\$210,000.00	Aug-08
121	Martinsdale	C303046	I, IVA, IVB	55	\$900,000.00	Dec-09
122	Havre Hwy2 - W&S Improvements	C301223	IIIB, VI, IIIA	10	\$3,211,000.00	Apr-07
123	Lewis & Clark County NPS Project #2	C307181	VIIIJ	10	\$800,000.00	Oct-08

PROJECT DESCRIPTION CATEGORIES

I	Secondary Treatment	VIID	NPS Urban Runoff
II	Advanced Treatment	VIIE	NPS Ground Water
IIIA	Infiltration/Inflow Correction	VIIF	NPS Marinas
IIIB	Major Sewer System Rehabilitation	VIIG	NPS Resource Extension
IVA	New Collectors & Appurtenances	VIH	NPS Brownfields
IVB	New Interceptors & Appurtenances	VII-I	NPS Storage Tanks
V	Correction of Combined Sewer Overflows	VIIJ	NPS Sanitary Landfills
VI	Stormwater Control	VIIK	NPS Hydromodification
VIIA	NPS Agric. (Cropland)	VIII	Confined Animals-Point Source
VIIIB	NPS Agric. (Animals)	IX	Mining-Point Source
VIIC	NPS Silviculture		

**ATTACHMENT II
PROGRAM FUNDING STATUS
MONTANA WPCSRF PROGRAM**

FISCAL YEARS 1990 TO 2007

Capitalization Grants	\$118,360,565	
State Match	\$ 23,672,113	
Overmatch from RIT, C.O.I. fees, investments, LLS.	\$ 20,352,006	
Program Administration Allowance	(\$ 4,734,423)	
Available to Loan		\$167,119,107
Principal Repayments and Interest as of May 20, 2007	\$64,105,927	
Transfers to DWSRF(principal repayments)	(\$ 2,652,273)	
Transfers from DWSRF (direct capitalization grants)	\$ 5,000,000	
Funds Available to Loan Through FY07		<u>\$237,025,934</u>

FISCAL YEAR 2008

Anticipated Capitalization Grants	(FY07)\$5,207,200	
	(FY06 Remainder) <u>42,300</u>	
	<u>\$5,249,500</u>	
Anticipated State Match		
- Normal G.O. Bond match	\$ 875,092	
- Additional G.O. Bond Match	\$ 00	
- Estimated Loan Loss Surcharge (LLS)	\$1,000,000	
Program Administration Allowance	(\$ 209,980)	
Anticipated Principal Repayments and Interest (FY06)	\$10,000,000	
Anticipated Overmatch (RIT or other)	\$ 10,000	
Anticipated transfers from special administration Acct.	\$1,000,000	
Available to Loan FY07		<u>\$ 17,924,612</u>

Total Funds Dedicated to Loan	\$254,950,596
Loans made through May 20, 2007	(\$253,933,851)
Funds available for Loans in SFY08	\$ 1,016,695
Amount of Estimated Loans Identified on Attachment 1 of Fiscal year 2008 Intended Use Plan	\$90,277,446